GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:802
ANSWERED ON:04.03.2005
NORMS FOR PRIVATE SECTOR BANKS
Chowdhury Shri Adhir Ranjan

Will the Minister of FINANCE be pleased to state:

-

(a) whether the Government propose to enforce stringent norms on private sector banks in the country as reported in the `Pioneer` dated February 7, 2005;

(b) if so, the facts and the details thereof;

(c) whether the private sector banks in the country are violating the norms and guidelines of the Reserve Bank of India; and

(d) if so, the facts thereof and the action Government proposes to take against them?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE(SHRI S.S. PALANIMANICKAM)

(a) to (d) : All public sector, private sector, foreign banks and financial institutions are already under the supervision of Reserve Bank of India. The working of these entities is reviewed on a continued basis by RBI and all cases of irregularities, diversion and non-implementation of norms/guidelines of RBI are examined and taken up with the management of respective banks for corrective actions, if any.